

Central Intelligence Agency



Washington, D.C. 20505

82-1440

2 DEC 1982

The Honorable David A. Stockman
Director
Office of Management and Budget
Washington, D.C. 20503

Dear Dave,

This letter responds to OMB Bulletin No. 83-7 "Increased Pay Costs for Fiscal Year 1983." As requested, I have enclosed a copy of the "Analysis of 1983 Increased Pay Costs" for the Central Intelligence Agency. The overall request is for [] which includes the 1983 costs attributable to: (1) the October 1982 pay raise, (2) the Agency's required contribution to Medicare coverage, and (3) overseas pay. The inclusion of overseas pay, while not addressed in Bulletin 83-7, results from discussions between our staffs and understandings with our congressional committees that the costs of this approved payment are to be included within the 1982 pay act supplemental. []

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As you are aware, we have undertaken a major effort during the past two years to rebuild the Agency's intelligence capabilities. Fundamental to this objective is the need to increase our manpower resources. The intelligence problems which the Agency is called upon to address continue to grow in scope and complexity. Your staff has a keen understanding of this situation, and I am most appreciative of their cooperation in our efforts last year to insure our staff hiring continued in an orderly and deliberate fashion. []

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I raise this matter within the context of the 1983 pay supplemental because the high level of employment with which we entered 1983, and the continuing need to pursue this objective, will absorb virtually all personal services savings which we might otherwise have expected to achieve during the course of the year. In addition we have identified several unfunded nonpersonal services requirements, such as increased unclassified telephone service costs and space requirements, which we will have to absorb within our appropriation. []

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I, therefore, request your continued support by approving the full STAT
 for CIA's portion of the 1983 pay supplemental. My staff is, of STAT
course, available to discuss any questions which you or your staff may have on
this matter. STAT

Sincerely,

/s/

William J. Casey
Director of Central Intelligence

Enclosure:
As Stated

SUBJECT: Letter to David Stockman from DCI

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(29 November 1982)

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